



State of Utah

School and Institutional
TRUST LANDS ADMINISTRATION

S/37/116

Michael O. Leavitt
Governor

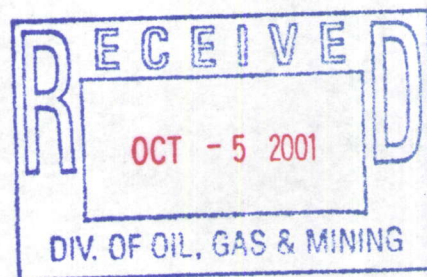
Stephen G. Boyden
Director

675 East 500 South, Suite 500
Salt Lake City, Utah 84102-2818
801-538-5100
801-355-0922 (Fax)
<http://www.trustlands.com>

October 5, 2001

Sean Murphy
833 N. Grayson Parkway 3-2
Blanding, UT 84511

RE: ML 48768-MP



Dear Mr. Murphy,

This letter will advise you that you have met all of the requirements of the Trust Lands Administration to commence small-mine operations upon the lands within ML 48768-MP.

Moon Mountain Stone as the designated operator under the lease. Moon Mountain Stone submitted Surety Bond No. 6082849 with SAFECO Insurance Company of America as Surety in the penal sum of \$10,000.00 for operations under the lease. The proposed mining operations have received cultural resources clearance, Case No. 01-1413, from the Division of State History. Notice of Intent, S/037/116, was filed with the Division of Oil, Gas & Mining and I understand that you received a conditional permit to mine.

Upon meeting all of the conditions of the Division of Oil, Gas & Mining you may commence the proposed mining operations upon the lands within ML 48768-MP. No greater than two acres of surface disturbance is permitted at this time. Please contact me immediately in the event your needs exceed these expectations.

Please contact me if you have any questions in this matter.

Sincerely,

John T. Blake
Mineral Resources Specialist

CC Paul Baker